

ORIGINAL



0000097887

**Parker Springs Water Company**

**Lakeview Estates Homeowners Association, Inc**

HC1 Box 474, Elgin, AZ 85611

Phone 520 455-9345

ADWR 55-621240

ADEQ PWS 02045

RATE CASE 09-0226

June, 2009

Arizona Corporation Commission

Docket Control Center

1200 West Washington Street

Phoenix, AZ 85007-2927

W-01853A-09-0226

Commissioners:

Enclosed is a copy of the deficiencies noted in Mr. Abinah's letter of June 8, 2009 with handwritten responses. Sixteen copies of all supporting documents are also enclosed. A copy of the engineering portion was faxed to Mr. Del Smith on June 24, 2009.

I look forward to meeting with you in August. If anything comes up before then, please talk to Victor Chacon, President of the association or email me at [spain333@wildblue.net](mailto:spain333@wildblue.net). I appreciate all the help provided by Del Smith and Charles Myhlhousen on the phone and in emails.

Sincerely,

Gail Spain

Secretary, Treasurer

Enclosure - Deficiency package

cc: Elijah Abinah, ACC

Charles Myhlhousen, ACC

Victor Chacon 520 623-3187 or 520 455-9236

Arizona Corporation Commission

**DOCKETED**

**AUG 14 2009**

DOCKETED BY

AZ CORP COMMISSION  
DOCKET CONTROL

2009 AUG 14 P 2:39

RECEIVED

**Parker Lakeview Estates HOA, Inc., DBA Parker Springs Water Company**  
**Docket No. W-01853A-09-0226**  
**Test Year Ended December 31, 2008**

**Attachment of Deficiencies (07/08/2009)**

- 1.1 Please provide the Certificate of Compliance letter of good standing from the Department of Revenue. *enclosed*
- 1.2 Please furnish a notarized affidavit of customer notification with pages 9 and 11 attached showing the date the customers were notified. Please see the proper format on the Arizona Corporation Commission web site. *copies attached original letter to customers included pages 9 & 11.*
- 1.3 Page 6, the operating revenue amount of \$13,353, is incorrect. This amount should include all revenue not just metered water revenue. Please correct. *13,371.61*
- 1.4 Page 6, the annual operating revenue amount, if the rate increase is granted is incorrect. Please correct. *19,441 after re-doing bill count*
- 1.5 Page 9, Current and Proposed Rates and Charges Schedule. Please complete the current rates section for all meter sizes as shown on the tariff filed with the Arizona Corporation Commission. *done*
- 1.6 Page 11, Current and Proposed Rates and Charges Schedule. Please complete the service line and meter installation charges section for all meter sizes as stated in the tariff filed with the Arizona Corporation Commission. *done*
- 1.7 Page 11, Current and Proposed Rates and Charges Schedule. Please correct the current charges for deposit as stated on the tariff filed with the Arizona Corporation Commission. *AAC Rule R 14 2-403 (13)*
- 1.8 Page 11. Please add to the tariff the monthly service charge for fire sprinkler as stated on the tariff filed with the Arizona Corporation Commission. *1% of monthly not less than \$5 etc. see separate sheet*
- 1.9 Page 13c, Plant Additions and Retirements by Year Schedule. Please foot the retirement column for the year 2001. *(1420.65)*
- 1.10 Page 14, Plant Summary Schedule. The total additions Column B total water plant amount of \$63,655 is not the same amount as the total of all additions amount on each individual page for years 1995 through 2008. They should be the same amount. Please reconcile and correct. *\$63,813*
- 1.11 Page 14, Plant Summary Schedule. Account number 330 Distribution Reservoirs and Standpipe is \$5,345 but on page 15, it is \$1,958. On page 14, account

number 330.1 Storage tanks is zero but on page 15, it is \$3,387. Please reconcile and correct.

1.12 Page 15, Utility Plant in Service Schedule. Account number 311 pumping equipment Original Cost Column A and minus Accumulated Depreciation Column B is not \$848 for OCLD Column C amount. The amount in OCLD Column is incorrect. Please correct. *11,223*

1.12a Page 15, Utility Plant in Service Schedule. The OCLD column C is not footed correctly. Please correct. *done*

1.13 Page 18, Water Use Data Sheet by Month for Test Year Schedule. Please provide the number of customers for each month during the test year. The monthly customers count is missing. *38*

1.14 Page 21, Balance Sheet Schedule. Account number 108, accumulated depreciation is \$41,263. On page 15, utility plant in service Column B, accumulated depreciation is \$41,624. These two amounts should be the same. Please reconcile and correct. *transposed number 41,623.63*

1.15 Page 21 Balance Sheet Schedule. Total assets amount at the bottom of the schedule could change if the accumulated depreciation amount is changed. The balance on page 15 and page 21 should be the same. Please reconcile. Please make the appropriate change. *did not change*

1.16 Page 22 Balance Sheet Schedule. Total Liabilities and Capital amount could change at the bottom of the page if the accumulated depreciation amount is change on page 21. Please make the appropriate change. *did not change*

1.17 Page 24, Advances in Aid of Construction Schedule. Additions column is not footed correctly. Please correct. *transposed 5250 is correct*

1.18 The bill count for the test year generates a different amount of revenue than shown on page 19 of the application. They should be the same. Please reconcile. *re-done 13,353.18*

1.19 The bill count proposed revenue generates a different amount of proposed revenue than the proposed revenue shown on page 6 of the application. They should be the same. Please reconcile. *19,441 emailed worksheet to Char.*

Engineering 1.20 Please include a detailed description of the testing and services provided and/or the work performed that are included in the charges listed on each invoice for Whetstone Environmental Services. What activities are covered by the monthly operator fee of \$175? What is the total charge attributable to the monthly coliform test? *see Whetstone Environmental fact sheet*

# Parker Lakeview Estates HOA, Inc.

Parker Springs Water

HC1 Box 474, Elgin, AZ 85611... 520 455-9345 ... 520 623-3187

May 6, 2009

Arizona Corporation Commission  
Docket Control Center  
1200 West Washington Street  
Phoenix, Arizona 85007

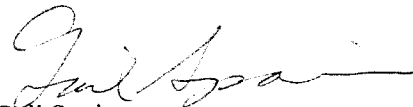
Commissioners:

Please consider our Application for Rate Adjustment for ADEQ Public Water System Number 02045.

Customers have received detailed information enclosed in their April water bills. Official notification was sent via First Class US mail on this date, copy enclosed.

Also enclosed are the requisite copies and attachments as stated in the application package.

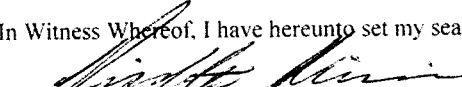
Sincerely,

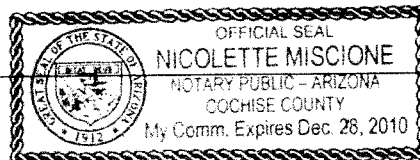
  
Gail Spain  
Secretary/Treasurer

Subscribed in my presence and sworn to before me, a Notary Public, in and for Cochise County and the State of Arizona, by:

D Gail Spain  
on this the 6 day of May, a.d. 2009  
My commission expires Dec 28, 2010

In Witness Whereof, I have hereunto set my seal of office.

  
Signature



Victor Chacon, President 520 623-3187  
Lake 455-9236  
Rick Jones, Vice President, 520 743-9817  
Gail Spain, Secretary/Treasurer 455-9345

## **Parker Lakeview Estates HOA, Inc.**

### **Parker Springs Water**

HC1 Box 474, Elgin, AZ 85611... 520 455-9345 ... 520 623-3187

May 6, 2009

#### Customer Notification

Parker Springs Water Company has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since December 1, 1995. An increase in rates is necessary at this time due to rising costs over the past fourteen years. Based on the Company's un-audited Test Year results, Parker Spring realized an operating income of \$13,326. The Company is requesting a revenue increase of \$6,084 or 46 % of total revenues. Please see the attached pages 9 and 11 of the Company's application for the current and proposed rates.

The Application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 West Washington Street or online at

<http://edocket.azcc.gov/edocket/>

and at Parker Lakeview Estates HOA, Inc., 9012 W Montezuma Place, Lot 70. Please be advised that the rates and charges ultimately approved by the Commission may be higher or lower than the rates and charges requested in the Application.

Customer input is an important part of the commission's analysis of the requested adjustment and is a factor in determining whether a hearing will be conducted. Customers should bring to the Commission's attention any questions or concerns related to the Company's Application including service, billing procedures or other factors important in determining the reasonableness of charges. Customers may have the right to intervene in this matter. Customers wishing to communicate with the Commission, or request information on intervention in the proceeding should contact the Commission's Consumer Services Section at 800 222-7000 (if located outside the Phoenix local calling area) or 602 542-4251 in the Phoenix calling area. Customers may also contact the Tucson Commission office by calling 800 535-0148 (if located outside the Tucson calling area) or 520 628-6555 in the Tucson local calling area.

Customers are advised that the Commission may act upon the application without a hearing. Regardless of whether a formal hearing is held, customer comments submitted in writing will be placed in the office file, which the Commission reviews prior to making its final decision on the Application. It is important that customers contact the Commission within 15 days of the receipt of this notice so that the Commission's Staff can consider customer comments and concerns in developing its recommendations to the Commission.

Victor Chacon, President  
Enclosure

Victor Chacon, President	520 623-3187
Lake	455-9236
Rick Jones, Vice President,	520 743-9817
Gail Spain, Secretary/Treasurer	455-9345

COMPANY NAME: Parker Lakeview Est HOA, Inc. Test Year Ended: 2008  
 Name of System: Parker Springs ADEQ Public Water System Number: 02045

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: ☐ Residential ☐ Commercial ☐ Industrial  
☐ Irrigation ☒ All ☐ Other, specify \_\_\_\_\_

MINIMUM OR SERVICE CHARGES	CURRENT RATES	PROPOSED RATES
5/8" x 3/4" Meter	\$ 27 for 0	\$ 40 for 0
3/4" Meter	\$ 27 for 0	\$ 40 for 0
1" Meter	N/A for 0	
1-1/2" Meter		
2" Meter		
3" Meter		
4" Meter		
6" Meter		

GALLONS IN EXCESS OF MINIMUM	FLAT RATE
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)	
First Tier	
Second Tier	
Third Tier	

Current Rates	Proposed Rates
Rate	Rate
\$ 2.60	\$ 3.00
Up to 911	Up to 911
to 6000	to 6000
Over 6000	Over 6000
Per Month	Per Month
\$ 10	\$ 15
\$ 15	\$ 15

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.  
 \* Surcharge when gallons exceed 6000

COMPANY NAME: Parker Lakeview Est HOA, Inc. Test Year Ended: 2008  
 Name of System: Parker Springs ADEQ Public Water System Number: 02045

CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: ☐ Residential ☐ Commercial ☐ Industrial  
☐ Irrigation ☒ All ☐ Other, specify \_\_\_\_\_

SERVICE LINE AND METER INSTALLATION CHARGES	CURRENT CHARGES	PROPOSED CHARGES
5/8" x 3/4" Meter	\$ 350	\$ 450
3/4" Meter	\$ 350	
1" Meter	N/A	
1-1/2" Meter		
2" Meter		
3" Meter		
4" Meter		
6" Meter		

Establishment	\$ 15	\$ 30
Establishment (after hours)	\$ 25	\$ 40
Reconnection (delinquent)	\$ 25	\$ 30
Reconnection (delinquent) after hours	\$ 25	\$ 40
Meter Test	\$ 25	\$ 30
Deposit 2 Mo Avg	\$ 60.280	\$ 85.00
Deposit Interest	6	2
Re-establishment (within 12 months)	\$ 27 X Months off	\$ 40 X Months off
NSF Check	\$ 15	\$ 20
Deferred Payment	1.5	1.5
Meter Re-read	\$ 5	\$ 15
Late Fee	\$ N/A	\$ N/A

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

## STATEMENTS IN SUPPORT OF RATE REQUEST

Complete the following statements in support of your rate request.

Parker Lakeview Est. HOA, Inc. (the "Company") requests an adjustment in the existing rates charged by the Company. The information contained in this application is based upon a twelve-month Test Year ending 12/31/08 (mm/dd/yy). The Company had total operating revenues of \$ 13,371.61, served 38 metered and 0 un-metered customers, and sold 400,388 gallons of water during the Test Year.

The Company is requesting a(n) increase in revenues in the amount of \$ 6088.  
Total annual operating revenues, if the Company is granted the rate adjustment, will be \$ 19,441.

The Company is current on all property taxes. ☒ YES ☐ NO

The Company is current on all sales taxes. ☒ YES ☐ NO

The Company currently has a Curtailment Plan Tariff on file with the Commission ☐ YES ☒ NO

The Company currently has a Backflow Prevention Tariff on file with the Commission. ☒ YES ☐ NO

The Company notified its customers o

f its application for a rate adjustment on 05/06/09 (mm/dd/yy). **A COPY OF THE NOTICE WITH A NOTARIZED COVER LETTER STATING THE METHOD OF CUSTOMER NOTIFICATION, AS WELL AS THE DATE OF THE NOTIFICATION, MUST BE ATTACHED. (See page 32)**

The Copy of the customer notification included copies of 9 and 11, however, only the letter itself was sent along with the notarized cover letter. Attached are 16 copies of the cover letter, the notification letter and pages 9 and 11.

By completing this application in support of the Company's request for a rate adjustment, the Company realizes that Original Cost Less Depreciation ("OCLD") plant information will be used to determine the fair value rate base, i.e., the Company waives the right to Reconstruction Cost New.

<b>COMPANY NAME:</b> Parker Lakeview Est HOA, Inc	<b>Test Year Ended:</b> 2008
<b>Name of System:</b> Parker Springs	<b>ADEQ Public Water System Number:</b> 02045

### CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: ☐ Residential ☐ Commercial ☐ Industrial  
☐ Irrigation ☒ All ☐ Other, specify \_\_\_\_\_

	CURRENT RATES	PROPOSED RATES
MINIMUM OR SERVICE CHARGES	\$ GALLONS	\$ GALLONS
5/8" x 3/4" Meter	27 for 0	40 for 0
3/4" Meter	27 for 0	40 for 0
1" Meter	45 For 0	100 For 1000
1-1/2" Meter	90 For 0	100 For 1000
2" Meter	144 For 0	200 For 1000
3" Meter	270 For 0	200 For 1000
4" Meter	450 For 0	300 For 1000
6" Meter	900 For 0	300 For 1000
<b>5" Meter</b>	<b>675 for 0</b>	<b>300 For 1000</b>

Numbers for meters 1" - 6" included at the insistence of ACC. We will never have the capability of providing meters in those sizes. It would require extensive upgrading which would have to be financed by the applicant requesting the met

GALLONS IN EXCESS OF MINIMUM
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)
First Tier
Second Tier
Third Tier
FLAT RATE

Current Rates		Proposed Rates	
Rate	Gallons	Rate	Gallons
\$ 2.60	Up to all	\$ 3.00	Up to all
\$	to	\$ 5	6000 to 7999
\$	Over	\$ 10	6000 to 999
\$	Per Month	\$ 15	Per Month 6000-11,999
		\$ 20	6000-712000

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

\* surcharge when gallons exceed 6000



<b>COMPANY NAME:</b> Parker Lakeview Est HOA, Inc	<b>Test Year Ended:</b> 2008
<b>Name of System:</b> Parker Springs	<b>ADEQ Public Water System Number:</b> 02045

### CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: ☐ Residential ☐ Commercial ☐ Industrial  
☐ Irrigation ☒ All ☐ Other, specify \_\_\_\_\_

SERVICE LINE AND METER INSTALLATION CHARGES	CURRENT CHARGES	PROPOSED CHARGES SERVICE + METER = TOTAL LINE
5/8" X 3/4" Meter	\$ 350	\$ 300 + 150 = 450
3/4" Meter	\$ 350	\$ 300 + 250 = 550
1" Meter	\$ 400	\$ 480 + 300 = 780
1-1/2" Meter	\$ 550	\$ 550 + 500 = 1050
2" Meter	\$ 800	\$ Actual Cost
3" Meter	\$ 1050	\$ Actual Cost
4" Meter	\$ 1750	\$ Actual Cost
6" Meter	\$ 3800	\$ Actual Cost
5" Meter	2050	

Numbers for meters 1" - 6" included at the insistence of ACC. We will never have the capability of providing meters in those sizes. It would require extensive upgrading which would have to be financed by the applicant requesting the meter

Establishment	\$ 15	\$ 30
Establishment (after hours)	\$ 25	\$ 40
Reconnection (delinquent)	\$ 25	\$ 30
Reconnection (delinquent) after hours	\$ 25	\$ 40
Meter Test	\$ 25	\$ 30
Deposit	Per Commission Rule AAC R14-2-403(B)	Per Commission Rule ACC R14-2-403(B)
Deposit Interest	Per Commission Rule AAC R14-2-403(B)	2% *
Re-establishment (within 12 months)	Number of months off system times the monthly minimum, per Commission Rule AAC R14-2-403(D)	
NSF Check	\$ 15	\$ 20
Deferred Payment	1.5 %	1.5 %
Meter Re-read	\$ 5	\$ 15
Late Fee	\$ N/A	\$ N/A

*Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.*

Parker Lakeview Estates HOA, Inc.  
Dba Parker Springs Water Company  
ADEQ Public Water System Number: 02045  
Test Year ended 2008

Monthly Service Charge for Fire Sprinkler

Current		Proposed	
4" or Smaller	***	4" or Smaller	***
6"	***	6"	***
8"	***	8"	***
10"	***	10"	***
Larger than 10"	***	Larger than 10"	***

\*\*\*1% of monthly minimum for a comparable sized meter connection, but no less than \$5.00 per month. The service charge for fire sprinklers is only applicable for service lines separate and distinct from the primary water service line

COMPANY NAME: Parker Lakeview Est HOA, Inc

Test Year Ended: 2008

Name of System: Parker Springs

ADEQ Public Water System Number: 02045

## Plant Additions and Retirements by Year

Acct. No.	Description	Year <u>1999</u>		Year <u>2001</u>	
		Additions	Retirements	Additions	Retirements
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures & Improvements				
307	Wells & Springs				
311	Pumping Equipment				
320	Water Treatment Equipment				
320.1	Water Treatment Plants				
320.2	Solution Chemical Feeders				
330	Distribution Reservoirs & Standpipes				
330.1	Storage Tanks				
330.2	Pressure Tanks				
331	Transmission & Distrib. Mains	13,146 <sup>00</sup>	(1937 <sup>25</sup> )	11,956 <sup>00</sup>	(1420 <sup>65</sup> )
333	Services				
334	Meters & Meter Installations	114 <sup>00</sup>			
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant & Misc. Equipment				
340	Office Furniture & Equipment				
340.1	Computers & Software				
341	Transportation Equipment				
343	Tools, Shop & Garage Equip.				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	TOTAL WATER PLANT	13,260 <sup>00</sup>	(1937 <sup>25</sup> )	11,956 <sup>00</sup>	(1420.65)

Note: Enter all additions and retirements, by year, from the prior test year through the end of the current test year. Enter the totals for the additions and retirements for all intervening years on page 14, Columns B and C, respectively.

<b>COMPANY NAME:</b>	Parker Lakeview Est HOA, Inc	<b>Test Year Ended:</b>	2008
<b>Name of System:</b>	Parker Springs	<b>ADEQ Public Water System Number:</b>	02045

**Plant Summary**

Acct. No.	Description	Plant in Service Per Prior Decision <i>Column A</i>	Total Additions <i>Column B</i>	Total Retirements <i>Column C</i>	Test Year End Total <i>Column D*</i>
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures & Improvements	243			243
307	Wells & Springs	4500			4500
311	Pumping Equipment	2305	20662	6023	16944
320	Water Treatment Equipment				
320.1	Water Treatment Plants				
320.2	Solution Chemical Feeders				
330	Distribution Reservoirs & Standpipes	1958			1958
330.1	Storage Tanks		3387		3387
330.2	Pressure Tanks				
331	Transmission & Distrib. Mains	12,915	31,479	3358	41,036
333	Services	1253	7795		9048
334	Meters & Meter Installations	347	490		837
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant & Misc. Equipment				
340	Office Furniture & Equipment				
340.1	Computers & Software				
341	Transportation Equipment				
343	Tools, Shop & Garage Equip.				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	<b>TOTAL WATER PLANT</b>	23521	63,813	9381	77,953

*Note: Please refer to the checklist on page 1 for the required attachments related to this schedule*

*\* Column D = Column A + Column B - Column C*

COMPANY NAME: Parker Lakeview Est HOA, Inc

Test Year Ended: 2008

Name of System: Parker Springs

ADEQ Public Water System Number: 02045

## UTILITY PLANT IN SERVICE

Acct No.	Description	Original Cost	Accumulated Depreciation	OCLD
		<i>Column A</i>	<i>Column B</i>	<i>Column C**</i>
301	Organization			
302	Franchises			
303	Land & Land Rights		N/A	
304	Structures & Improvements	243	243	Ø
307	Wells & Springs	4500	4500	Ø
311	Pumping Equipment	16944	5721	11,223
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs & Standpipes	1958	1958	Ø
330.1	Storage Tanks	3387	85	3302
330.2	Pressure Tanks			
331	Transmission & Distrib. Mains	41,036	26,950	14,086
333	Services	9,048	1448	7600
334	Meters & Meter Installations	837	719	118
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant & Misc. Equipment			
340	Office Furniture & Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
343	Tools, Shop & Garage Equip.			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTAL WATER PLANT</b>	<b>* 77,953</b>	<b>* 41,624</b>	<b>36,329</b>

\* Must be the same as the amount reported on page 21

\*\*Column C = Column A - Column B



COMPANY NAME: Parker Lakeview Est HOA, Inc		Test Year Ended:	2008
Name of System:	Parker Springs	ADEQ Public Water System Number:	02045

### BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF TEST YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 14,439 <sup>00</sup>	\$ 2.46
134	Working Funds		
135	Temporary Cash Investments	1,936.98	0
141	Customer Accounts Receivable	( 21.00)	( 72.89)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	850 <sup>00</sup>	842 <sup>21</sup>
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 17,204.98	\$ 771.78
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 69,026.97	\$ 77,952.53*
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant ("AD-UP")	(54,335.69)	(\$41,623.63)**
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility ("AD-NU")		(\$ )
	<b>TOTAL FIXED ASSETS</b>	\$ 14,691.28	\$ 36,328.90
	<b>TOTAL ASSETS</b>	\$ 31,896.26	\$ 37,100.68

*Note: Total Assets on this page should equal the sum of Total Liabilities and Total Capital on page 22. Also, numbers in parentheses should be subtracted. For example, Accounts 108 and 122 should be subtracted from Total Fixed Assets.*

*\* Must equal page 15, original cost*

*\*\* Must equal page 15, accumulated depreciation*

COMPANY NAME: Parker Lakeview Est HOA, Inc		Test Year Ended:	2008
Name of System:	Parker Springs	ADEQ Public Water System Number:	02045

**ADVANCES IN AID OF CONSTRUCTION (Acct. 252)<sup>2</sup>**

	Additions During Year	Refunds During Year	
Balance Per Prior Decision	N/A	N/A	\$ <del>0</del>
Year 1993	\$ 350	\$ 30	
Year 1994	\$ 700	\$ 30	
Year 1996	\$ 700	\$ 30	
Year 1997	\$ 700	\$ 30	
Year 1999	\$ 700	\$ 45	
Year 2000	\$ 350	\$ 15	
Year 2001	\$ 350	\$ 1780	
Year 2002	\$ 350	\$ 350	
Year 2003	\$ 700	\$ 455	
Year 2004	\$	\$ 385	
Year 2005	\$ 350	\$ 420	
Year 2006	\$	\$ 350	
Year 2007	\$	\$ 280	
Year 2008	\$	\$ 280	
Total of Additions	\$ 5250	N/A	
Total of Refunds	N/A	\$ 4480	
Total Advances in Aid of Construction	N/A	N/A	\$ 770 *

*Note: Prior Decision refers to the balances per the prior Staff Report as adjusted per the final Commission Decision.*

*\* Total Advances in Aid of Construction = Balance Per Prior Decision + Total Additions - Total Refunds (cross reference this to the Balance Sheet on page 22)*

<sup>2</sup> *Advances in Aid of Construction refers to the following:*

- (1) *Refundable amounts received from a new customer to cover the cost of a meter and piping from the building to the meter and the associated installation.*
- (2) *Refundable amounts received from a customer or a developer for mains, valves, fittings, and additional facilities required to provide pressure, storage, or water supply pursuant to a main extension agreement.*



Company Name: <b>Parker Lakeview Est HOA, Inc</b>	Test Year Ended: <b>2008</b>
Meter Size: <b>5/8 x 3/4</b>	1 <sup>st</sup> Quarter Ended: <b>3-31-08</b>

### BILL COUNT WORKSHEET 1<sup>ST</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 1 <sup>ST</sup> QUARTER
- 0 -	27	
1 to 1,000	23	
1,001 to 2,000	4	
2,001 to 3,000		
3,001 to 4,000		
4,001 to 5,000	1	
5,001 to 6,000	0	
6,001 to 7,000	1	
7,001 to 8,000		
8,001 to 9,000		
9,001 to 10,000		
10,001 to 12,000		
12,001 to 14,000	1	
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills	57	57

Company Name:	Parker Lakeview Est HOA, Inc	Test Year Ended:	2008
Meter Size:	3/4	1 <sup>st</sup> Quarter Ended:	3-31-08

### BILL COUNT WORKSHEET 1<sup>ST</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 1 <sup>ST</sup> QUARTER
- 0 -	13	
1 to 1,000	35	
1,001 to 2,000	4	
2,001 to 3,000	4	
3,001 to 4,000	0	
4,001 to 5,000	1	
5,001 to 6,000	0	
6,001 to 7,000		
7,001 to 8,000		
8,001 to 9,000		
9,001 to 10,000		
10,001 to 12,000		
12,001 to 14,000		
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		57

Company Name: <b>Parker Lakeview Est HOA, Inc</b>	Test Year Ended: <b>2008</b>
Meter Size: <b>5/8 x 3/4</b>	2 <sup>nd</sup> Quarter Ended: <b>6-30-08</b>

### BILL COUNT WORKSHEET 2<sup>ND</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 2 <sup>nd</sup> QUARTER
- 0 -	23	
1 to 1,000	26	
1,001 to 2,000	3	
2,001 to 3,000	2	
3,001 to 4,000		
4,001 to 5,000	0	
5,001 to 6,000		
6,001 to 7,000	1	
7,001 to 8,000		
8,001 to 9,000		
9,001 to 10,000	1	
10,001 to 12,000		
12,001 to 14,000	1	
14,001 to 16,000	0	
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		57

Company Name: <b>Parker Lakeview Est HOA, Inc</b>	Test Year Ended: <b>2008</b>
Meter Size: <b>3/4</b>	2 <sup>nd</sup> Quarter Ended: <b>6-30-08</b>

### BILL COUNT WORKSHEET 2<sup>ND</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 2 <sup>nd</sup> QUARTER
- 0 -	3	
1 to 1,000	40	
1,001 to 2,000	2	
2,001 to 3,000	2	
3,001 to 4,000	2	
4,001 to 5,000	3	
5,001 to 6,000	3	
6,001 to 7,000	1	
7,001 to 8,000	0	
8,001 to 9,000		
9,001 to 10,000	0	
10,001 to 12,000	1	
12,001 to 14,000		
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		57

Company Name:	Parker Lakeview Est HOA, Inc	Test Year Ended:	2008
Meter Size:	5/8 x 3/4	3 <sup>rd</sup> Quarter Ended:	9-30-08

### BILL COUNT WORKSHEET 3<sup>RD</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 3 <sup>rd</sup> QUARTER
- 0 -	21	
1 to 1,000	25	
1,001 to 2,000	5	
2,001 to 3,000	3	
3,001 to 4,000		
4,001 to 5,000		
5,001 to 6,000	1	
6,001 to 7,000		
7,001 to 8,000	1	
8,001 to 9,000		
9,001 to 10,000		
10,001 to 12,000		
12,001 to 14,000	1	
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills	57	57

Company Name:	Parker Lakeview Est HOA, Inc	Test Year Ended:	2008
Meter Size:	3/4	3 <sup>rd</sup> Quarter Ended:	9-30-08

### BILL COUNT WORKSHEET 3<sup>RD</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 3 <sup>rd</sup> QUARTER
- 0 -	13	
1 to 1,000	32	
1,001 to 2,000	2	
2,001 to 3,000	3	
3,001 to 4,000	4	
4,001 to 5,000	1	
5,001 to 6,000		
6,001 to 7,000	0	
7,001 to 8,000	1	
8,001 to 9,000	0	
9,001 to 10,000		
10,001 to 12,000	1	
12,001 to 14,000		
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		57

Company Name: Parker Lakeview Est HOA, Inc	Test Year Ended: 2008
Meter Size: 5/8 x 3/4	4 <sup>th</sup> Quarter Ended: 12-31-08

### BILL COUNT WORKSHEET 4<sup>TH</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 4 <sup>th</sup> QUARTER
- 0 -	22	
1 to 1,000	27	
1,001 to 2,000	4	
2,001 to 3,000	1	
3,001 to 4,000		
4,001 to 5,000	0	
5,001 to 6,000		
6,001 to 7,000		
7,001 to 8,000	1	
8,001 to 9,000		
9,001 to 10,000		
10,001 to 12,000	1	
12,001 to 14,000	1	
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills	57	57

Company Name: Parker Lakeview Est HOA, Inc	Test Year Ended: 2008
Meter Size: 3/4	4 <sup>th</sup> Quarter Ended: 12-31-08

### BILL COUNT WORKSHEET 4<sup>TH</sup> QUARTER

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 4 <sup>th</sup> QUARTER
- 0 -	8	
1 to 1,000	36	
1,001 to 2,000	2	
2,001 to 3,000	2	
3,001 to 4,000	3	
4,001 to 5,000	1	
5,001 to 6,000	1	
6,001 to 7,000	3	
7,001 to 8,000		
8,001 to 9,000	1	
9,001 to 10,000		
10,001 to 12,000		
12,001 to 14,000		
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		57



Company Name: <b>Parker Lakeview Est HOA, Inc</b>	Test Year Ended: <b>2008</b>
Meter Size: <b>5/8 x 3/4</b>	

### BILL COUNT SUMMARY

	1 <sup>st</sup> Qtr	2 <sup>nd</sup> Qtr	3 <sup>rd</sup> Qtr	4 <sup>th</sup> Qtr	Total
- 0 -	27	23	21	22	93
1 to 1,000	23	26	25	27	101
1,001 to 2,000	4	3	5	4	16
2,001 to 3,000		2	3	1	6
3,001 to 4,000					0
4,001 to 5,000	1			0	1
5,001 to 6,000	0		1		1
6,001 to 7,000	1	1			2
7,001 to 8,000			1	1	2
8,001 to 9,000	1				1
9,001 to 10,000		1			1
10,001 to 12,000				1	1
12,001 to 14,000	0	1		1	2
14,001 to 16,000		0	1		1
16,001 to 18,000					
18,001 to 20,000					
20,001 to 25,000					
25,001 to 30,000					
30,001 to 35,000					
35,001 to 40,000					
40,001 to 50,000					
50,001 to 60,000					
60,001 to 70,000					
70,001 to 80,000					
80,001 to 90,000					
90,001 to 100,000					
Over 100,000 (List actual gallons, e.g., 120,000)					
Total Bills	57	57	57	57	228

Company Name: <b>Parker Lakeview Est HOA, Inc</b>	Test Year Ended: <b>2008</b>
Meter Size: $\frac{3}{4}$ "	

### BILL COUNT SUMMARY

	1 <sup>st</sup> Qtr	2 <sup>nd</sup> Qtr	3 <sup>rd</sup> Qtr	4 <sup>th</sup> Qtr	Total
- 0 -	13	3	13	8	37
1 to 1,000	35	40	32	<input type="checkbox"/> 36	143
1,001 to 2,000	4	2	2	2	<input type="checkbox"/> 10
2,001 to 3,000	4	2	3	2	<input type="checkbox"/> 11
3,001 to 4,000		2	4	<input type="checkbox"/> 3	<input type="checkbox"/> 9
4,001 to 5,000	1	<input type="checkbox"/> 3	1	<input type="checkbox"/> 1	<input type="checkbox"/> 6
5,001 to 6,000	0	3		<input type="checkbox"/> 1	<input type="checkbox"/> 4
6,001 to 7,000		<input type="checkbox"/> 1	0	3	<input type="checkbox"/> 4
7,001 to 8,000		0	1		<input type="checkbox"/> 1
8,001 to 9,000			0	1	<input type="checkbox"/> 1
9,001 to 10,000					<input type="checkbox"/> 0
10,001 to 12,000		1	1		<input type="checkbox"/> 2
12,001 to 14,000					
14,001 to 16,000					
16,001 to 18,000					
18,001 to 20,000					
20,001 to 25,000					
25,001 to 30,000					
30,001 to 35,000					
35,001 to 40,000					
40,001 to 50,000					
50,001 to 60,000					
60,001 to 70,000					
70,001 to 80,000					
80,001 to 90,000					
90,001 to 100,000					
Over 100,000 (List actual gallons, e.g., 120,000)					
Total Bills	57	57	57	57	228

Parker Lakeview Estates HOA< Inc. dba Parker Springs Water  
 Bill Count Gallons Sold Test Year Ended 2008

1.18  
 1.19  
 1.21

Q1		Q2		Q3		Q4		5/8				3/4			
5/8	3/4	5/8	3/4	5/8	3/4	5/8	3/4	Q1	Q2	Q3	Q4	Q1	Q2	Q3	Q4
0	0	0	0	0	0	0	0	0	27	23	21	22	93	13	3
0	0	0	0	0	0	0	0	1000	23	26	25	27	101	35	40
0	0	0	0	0	0	0	0	2000	4	3	5	4	16	4	2
0	0	0	19	0	0	0	0	3000		2	3	1	6	4	2
0	0	0	25	0	0	0	0	4000					0	2	4
0	0	0	27	0	0	0	0	5000	1				1	3	1
0	0	0	33	0	0	0	0	6000			1		1	3	1
0	0	0	39	0	0	0	0	7000	1	1			2	1	3
0	0	0	48	0	0	0	9	8000			1	1	2		1
0	0	0	85	0	0	0	13	9000	1				1		1
0	0	0	88	0	0	0	14	10000		1			1		0
0	0	0	92	0	0	0	25	12000				1	1	1	2
0	0 13	0	95	0	0 13	0	46	14000		1		1	2		0
0	3	0	103	0	8	0	80	16000			1		1		0
0	13	0	151	0	13	0	85						0		0
0	15	0	160	0	33	0	121						0		0
0	17	0	176	0	36	0	126						0		0
0	29	0	191	0	36	0	159		57	57	57	57	228	57	57
0	39	0	198	0	43	0	207							57	228
0	62	0	201	0	50	0	212								456
0	79	0	204	0 21	65	0	217								
0	83	0	205	20	98	0 22	234								
0	94	0 23	206	32	114	4	239								
0	109	2	209	33	130	5	251								
0	119	11	226	34	131	10	255								
0	128	17	233	44	139	21	257								
0 27	141	32	236	52	141	24	274								
11	151	51	267	75	155	30	291								
14	165	65	268	81	183	32	302								
19	168	79	273	107	194	59	328								
20	172	98	298	118	221	66	341								
22	209	104	361	136	238	142	368								
31	234	105	421	175	244	145	378								
49	239	177	437	177	299	222	399								
130	242	181	448	286	319	244	429								
137	246	206	452	292	323	263	448								
196	247	210	484	310	349	287	509								
196	264	250	496	331	390	305	549								
246	271	287	496	403	451	311	557								
267	292	303	510	469	520	363	582								
300	300	328	664	524	536	384	620								
319	326	423	710	556	547	428	708								
321	393	474	738 40	573	587	477	725								
346	402	571	1244	605	731	507	797 36								
455	507	687	1528 2	621	733 32	583	1045 2								
460	699	784	2367	692 25	1613	633	1045								
470	722	790	2402 2	1320	1655 2	642	2640								
656	998 35	817	3033	1647	2628	701	2641 2								
822	1483 4	902 26	3236 2	1705	2874	860 27	3635								
935 23	1631	1524	4184 3	1848	2916 3	1385	3723								
1500	1775	1603	4632	1923 5	3014	1468	3883 3								
1528	1985	1929 3	4770	2265	3552	1634	4479 1								
1664	2276 4	2017	5267 3	2566	3602	1992 4	5328 1								
1700 4	2361	2069 2	5297	2590 3	3850 4	2886 1	6401								
4998 1	2821	6396 1	5348	5760 1	4045 1	7312 1	6810								
6230 1	2883	9527 1	6787 1	7300 1	7849 1	10948 1	6909 3								
8796 1	4283 1	12298 1	10050 1	14458 1	10445 1	12278 1	8266 1								

Gallons Sold in 1000s	
Jan	24.5
Feb	17.9
Mar	20.2
Apr	33.4
May	38.6
Jun	44
Jul	52.9
Aug	26.2
Sep	27.1
Oct	35.6
Nov	37.6
Dec	42.4
Total	400.4

Current	Increase
\$	\$
12312	18240
1041	1201
13353	19441

32838 57 29676 57 45317 57 70718 57 50128 57 56100 57 47651 57 67960 57 456 400.39 400388

- 1.21 Please explain why the gallons of water pumped and sold on Page 18 of the application is not consistent with the same data reported in the Company's 2008 Commission Annual Report. *rounding differences we bill for exact gallons*
- 1.22 Please provide meter and service line installation charges. These charges are missing from the application. *page 11 - done*
- 1.23 Please provide the population served by the 38 metered connections. *currently 9 fulltime in 4 houses 33 are weekends 1 is fast service*
- 1.24 Using the water use data available the average peak day water usage per customer was 45 gallons. This amount seems very low according to Staff's experience. Does the Company believe that the well and customers meters are providing accurate reads? If so, how does the Company explain such a low water use number. *see Exhibit worksheet showing fulltime customer usage for 2008. included to Well Smith*
- DATA REQUESTS FROM ENGINEERING** *bill requested attached*

- 1.25 Please provide the Company's water testing schedule as required per Arizona Department of Environmental Quality ("ADEQ") regulations. *attached*
- 1.26 Please provide a simple schematic (hand drawn is sufficient) of your water system (PWS # 02-0450). This system schematic should show how the plant components are interconnected and should include, at minimum, the major plant items listed in the Company's plant summary (such as, all wells, storage tanks, booster systems, etc. by location or plant site). Be sure and label the name and location of each plant site. *updated Staff schematic from 1995 faxed to Well Smith*
- 1.27 Please provide several dates during the next 30 days period when a Company representative (preferable the certified operator) will be available to accompany Staff on its field inspection of the water system (a one-day inspection is anticipated).
- 1.28 Parker Springs Water Company recently filed a Project Technical Assistance Priority List Application with the Water Infrastructure Finance Authority of Arizona ("WIFA"). In Section 3.1 of the WIFA application the Company refers to water systems deficiencies identified by ADEQ. Please provide a list of the deficiencies referenced. *see attached*
- 1.29 Using the water data provided in the application Staff calculated a 15.5 percent water loss which exceeds Staff's recommended threshold of 10 percent. The Company needs to provide a water loss reduction plan and also describe any specific action(s) taken by the Company to date to reduce lost water. *see attached*

	Compliant Collform	Copper/Lead	Non-Compliant Collform	Courier charged to Test	Mileage charged to Test	Mileage	Operator	Check No.	Total
15-Jan	125.00						175.00	2198	300.00
15-Feb	25.00						175.00	2201	200.00
15-Mar	25.00	200.00		20.00			175.00	2208	420.00
31-Mar	50.00		15.00				350.00	2213	415.00
20-Apr	25.00		30.00				175.00	2216	230.00
16-May	25.00		15.00				175.00	2219	215.00
17-Jun	25.00						175.00	2225	200.00
17-Jul	25.00		15.00				175.00	2227	215.00
17-Aug	25.00		15.00			41.60	175.00	2232	256.60
6-Sep	200.00			40.00	41.60		50.00	2264	331.60
16-Sep	125.00						175.00	2266	300.00
14-Oct	275.00					38.40	150.00	2236	463.40
15-Nov	25.00						175.00	2238	200.00
	975.00			1,366.60	80.00		2,300.00		3,746.60

**Whetstone Environmental** provides certified operator services as required by Arizona Department of Environmental Quality (ADEQ). Our Non-Transient, Non-Community water system requires one coliform test each month.

Services provided include monthly inspection and sampling trips, maintains copies of all test reports including MAP testing through ADEQ, faxes monthly coliform results to USDA, interfaces with ADEQ staff on our behalf, and provides expert advice as needed. Normal charge is \$175.00 per month.

Additional trips for sampling and courier service when there has been a failure are subject to an extra charge. **Normal coliform testing is \$25.00 per month, or \$300 per year.** **The total amount for monthly coliform testing in 2008 was \$975** because of retests. Working with our operator and ADEQ we have taken steps to upgrade the system and we have not had a failure since September of 2008. The costs associated with that work contribute to our need for a rate increase.

Rate Case 09-0226

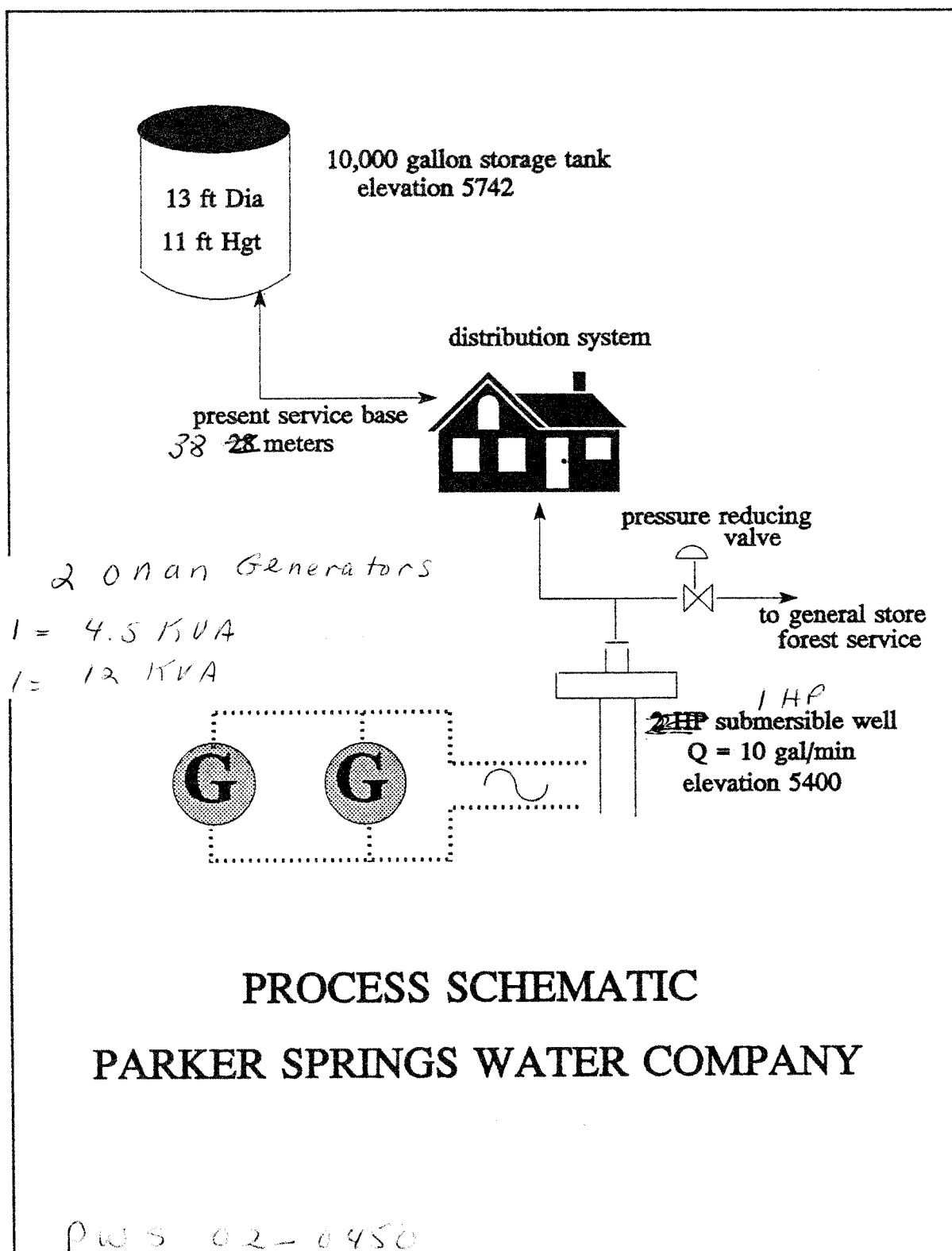
Deficiency Item 1.20

*Dee Smith*

Parker Lakeview Estates HOA, Inc. dba Parker Springs Water Company  
ADEQ PWS 02045  
Rate Case 09-0226  
Deficiency Item 1.24

July 2008 Peak Month

52946	Total Gallons Sold
1393	Average of All Customers (38)
7666	Average of Full Time Customers (5)



**Figure 3**  
process.wpg

Note case 09-0226  
deficiency # 1.26

1.28



# GROUND DRINKING WATER INSPECTION CHECKLIST

1. FACILITY INFORMATION		2. OPERATOR INFORMATION	
Name	Parker Lakewood Estates Water	Name	
Owner	Parker Lakewood Estates Homeowner Ass.	Street Address	
Street Address	P.O. Box 488	City/State/Zip	
Street City/State/Zip	Sonoma, AZ 85637-0488	Phone #	
Mailing Address	P.O. Box 488	Cert. Grate	WT
Mailing City/State/Zip	Sonoma, AZ 85637-0488	Other Contact	J.P. Louis St. Pierre
Phone #	520-455-9270	Phone #	520-455-9270
System Grade	WT	Population	1
Inspection Type	Annual/Initial	Connections	15
Inspection #	90754	Other	
System Type	X CO	Phase ID#	
Inspected By	John E. Eyre, P.E.	Accompanied By	
Compliance Status	In Compliance	Notice of Violation (NOV)	

3. INSPECTION INFORMATION		4. INSPECTION RESULTS	
Inspection Type	Annual/Initial	Inspection #	90754
Inspection #	90754	System Type	X CO
System Type	X CO	System Grade	WT
Inspected By	John E. Eyre, P.E.	Inspection Date	8/16/06
Compliance Status	In Compliance	Notice of Violation (NOV)	
5. INSPECTION RESULTS			
A. I have the right to a copy of any samples taken during the inspection. If the split of the samples would not prohibit an analysis from being conducted or render an analysis inconclusive, I do not wish to have splits of any samples taken.			
B. I have a right to copies of analysis performed on samples taken during inspection and ADEQ would provide copies at ADEQ's expense.			
C. Each person interviewed during the inspection will be informed that statements made by the person may be included in the inspection report.			
D. Each person whose conversation is tape recorded during the inspection will be informed that the conversation is being taped.			
E. I have the right to appeal an administrative order or permit decision based on the results of this inspection. Administrative hearing rights are set forth in ARS § 41-1092 et seq. and rights relating to an appeal of a final agency decision are found in A.R.S. § 12-901 et seq. I may contact the ADEQ Office of Special Counsel at (602) 207-2212 or (800) 234-3677 ext 2212 (toll free inside AZ) with any questions concerning my rights to appeal an administrative order or permit decision. I understand that a Notice of Violation or Opportunity to Correct are not appealable.			
F. If I have questions or concerns about this inspection I may contact (Field Inspector) John E. Eyre, P.E. at ext 55 or (Compliance Programs Unit Manager) Martin D. McCarthy, P.E. at ext 520-628-6724 or Sue Katin Southern Regional Office Manager/ADEQ at ext 6883. The toll free number for the SRO is (888) 271-9302.			
G. If I have any questions or concerns about this inspection I may also contact the Arizona Ombudsman-Citizens Aid office at (602) 207-2292 or (800) 872-2879 (toll free). I may also contact an ADEQ Community Liaison Officer: Charlene Fernandez, Southwest Arizona (Quartzite, Yuma) (928) 375-9452 Fax (928) 373-9433 Melvin Taylor, Southeast Arizona (Coolidge, Graham, Greenlee, Pima, Santa Cruz) (520) 515-3820			
H. While I have the right to decline to sign this form, the ADEQ representative may still proceed with the inspection / investigation.			
Regulated Person or Authorized On-Site Representative		ADEQ Representative Signature	
John E. Eyre		John E. Eyre	
Date		Date	
8/16/06		8/16/06	

5. GROUNDWATER INSPECTION CHECKLIST (for field use only)	
A. Wells	
1. No ammonia for leak detection	10. No ammonia for leak detection
2. Water supply in flood zone (R18-4-151.2)	11. S.C.B.A. not mounted outside CI room
3. Well - 50 ft. from sewer (R18-4-502D)	12. Inadequate chlorine residual (R18-4-403)
4. Well less than 100 ft. from (R18-4-502D)	13. No or improper chlorine use
5. Septic Tank	14. Contact time less than 30 minutes
6. UST	15. Room fan switch not outside
7. Well suspended by under the influence of surface water (R18-4-39.01A then D)	16. No or inadequate disinfectant monitoring (R18-4-301B)
8. Surface water influence of well not corrected as required (R18-4-301.01F)	17. No chlorination if required (R18-4-403A) for GWT/UST and surface water systems
9. Filtration and chlorination of surface water influenced well not provided as required (R18-4-301.01G)	18. CINA VIOLATIONS: [ ] YES [ ] NO
10. Site need general clean-up	19. No storage tank (R18-4-553)
11. Site not properly fenced or secured	20. Storage tank, top needs repair
12. Well building / Security fence damaged	21. Tank leaks or needs repair
13. Well building / Security fence not secured	22. Inadequate storage (R18-4-563)
14. State well number not posted	23. Tanks has deteriorated beyond repair
15. Well line not properly graded	24. Overflow pipe not properly screened
16. No slab, slab inadequate	25. No splash block below overflow pipe
17. Inadequate	26. No overflow pipe installed
18. Hatch not gasketed or sealed	27. Hatch not locked or secured
19. Direct opening into the well	28. Backflow prevention not installed
20. Casing not 12" above tank	29. No or inadequate tank vent installed
21. Imperfect fabricant	30. Vent not screened
22. Well vent not properly installed	31. No tank drain valve
23. Installed	32. Vent water level indicator
24. Needed vacuum relief valve. Not installed	33. Missing
25. Screened	34. Missing or inadequate
26. Not screened	35. Operating around target cable
27. Screened	36. No backflowing ring
28. Not installed	37. Tank holding damaged
29. Not installed	38. Inadequate or no backflow
30. No / Improperly installed sampling up	39. Inadequate or no backflow
31. CINA VIOLATIONS: [ ] YES [ ] NO	40. CINA VIOLATIONS: [ ] YES [ ] NO
32. Required chlorinator not installed	41. Missing or inadequate pressure gauge
33. Unapproved chlorination compound	42. No bottom drain valve
34. No chlorine injection nozzle	43. Missing inoperative water level gauge
35. No standby chlorinator	44. Booster (pumps) tanks
36. Chlorination equipment not installed	45. No blow-off for excess air
37. Operating	46. Excessive air in tank
38. Doing 5/15/06 chlorine test tank empty	47. No safety relief valve
39. Room not properly vented	48. Distribution Systems Deficiencies
40. Chlorinator subject to freezing	49. CINA VIOLATIONS: [ ] YES [ ] NO
50. No inspection window	51. Cross-connection exist (R18-4-115A)
	52. Unapproved pipe material (R18-4-119B)

Handwritten notes: "Main skill needed on Storage Tank"



## **Parker Springs Water Company**

### **Lakeview Estates Homeowners Association, Inc**

HC1 Box 474, Elgin, AZ 85611  
Phone 520 455-9345 Fax 520 455-5015

ADWR 55-621240  
ADEQ PWS 02045

RATE CASE 09-0226

DATA REQUEST FROM ENGINEERING

#### **1.25 regarding ADEQ regulated water testing schedule**

The water company participates in ADEQ MAP testing which includes nitrates & nitrites. Other testing required is once monthly coliform, and copper/lead every three years (next test due 2010)

#### **1.28 regarding deficiencies noted on WIFA Project Technical Assistance Application**

Our last inspection was August 16, 2006. The only notice of violations were

Openings around target cable

We corrected this with a rain cap

Emergency Plan needs updating

Done

I spoke with Victor Chacon, president of the corporation, who filled out the WIFA application. The deficiency he referred to was a comment by ADEQ Inspector John Eyre that our wellhead "will have to be redone in the not distant future."

#### **1.29 regarding 15.5 percent water loss**

While, the percentage of water lost may seem high, one must consider the low volume of water sold as compared to water systems serving 100 percent full-time customers. An unanticipated line break can drain our storage tank, losing 6000 – 8000 gallons of water. Even anticipated work on lines can cause large losses. Flushing the lines to curb coliform growth also uses an unknown amount of water. This was discussed at length with Mr. Dell Smith. We have walked the lines from well to tank and cannot find any evidence of leakage currently. We inspect customer meter connections monthly. We have installed as many cut-off valves as is practical to avoid draining the whole system while working on some portion of it.

Jan-Feb 2 line breaks – Lot 1

April - USDA hose bibb left open overnight - drained tank (metered)

Flushed well (unmetered)

May - tank over flow – battery lost charge – short term fix monitor battery closely. Long term – more solar panels

July - Small leak at lot 52 - repaired

September: Lost a lot of water during line upgrade\*

\*Installed unmetered blow-out valves at the ends of dead-end lines. It is necessary to flush lines periodically to eliminate possible sources of coliform production. Installed several service lines at that time as well.

2009 Qwest broke a mainline on S Coronado while installing phone lines. They did not contact management ahead of time so the tank was not shut off. According to one customer, he provided parts and Qwest "fixed" the break without notifying the water company. We discovered the problem only when the line continued to leak profusely. The system had to be partially drained to make the repair.

The neighborhood has a history of "self-determination" regarding the water company. We are trying to educate them on the necessity of going through channels to protect our water lines.

Removing and testing individual meters is a costly process. We will consider a program of checking meter accuracy by running water into measured containers and comparing it with meter reading.

# Certificate of Compliance

## Letter of Good Standing

### Parker Lakeview Estates HOA Inc.

This Certificate of Compliance is issued pursuant to Arizona Revised Statutes, Section 42-1110 and/or Section 43-1151. It certifies that, according to department records, the above named taxpayer has filed and paid all taxes due under Title 42 and Title 43, specifically and only as to the following described tax types and identification/license numbers:

#### TAX TYPE

Federal Employer Identification Number

Transaction Privilege Tax License

This certification is made conditionally and is subject to the findings of any subsequent audit.

#### IDENTIFICATION

86-0671275

02-022644-B

#### Issued To:

Parker Lakeview Estates HOA Inc.  
Attn: Gail Spain  
HC 1 BOX 474  
Elgin, AZ 85611



Christina Carrisales  
Revenue Auditor III 602-716-6234  
August 2, 2009  
www.AZDOR.gov

*(Signature)*